- (b) The number of scholarships that the Secretary allots to each participating State for any fiscal year bears the same ratio to the number of scholarships allotted to all participating States as each State's population ages 5 through 17 which is derived from the most recently available data from the U.S. Bureau of the Census bears to the population ages 5 through 17 in all participating States, except that—
- (1) Not fewer than 10 scholarships are allotted to any participating State; and
- (2) The District of Columbia, the Commonwealth of Puerto Rico, the U.S. Virgin Islands, American Samoa, the Commonwealth of Northern Mariana Islands, Guam, and the Trust Territory of the Pacific Islands (Palau) each are allotted 10 scholarships.

(Authority: 20 U.S.C. 1070d-34, 1070d-37)

Subpart D—How Does a Student Apply to an SEA for a Scholarship?

§654.30 How does a student apply to an SEA for a scholarship?

To apply for a scholarship under this program, a student must follow the application procedures established by the SEA in the student's State of legal residence.

(Authority: 20 U.S.C. 1070d-37)

Subpart E—How Does an SEA Select an Eligible Student To Be a Scholar?

§654.40 Who is an eligible student?

A student is eligible to be selected as a scholar if he or she—

- (a) Is a legal resident of the State to which he or she is applying for a scholarship;
 - (b)(1) Is a U.S. citizen or national;
- (2) Provides evidence from the U.S. Immigration and Naturalization Service that he or she—
- (i) Is a permanent resident of the United States; or
- (ii) Is in the United States for other than a temporary purpose with the intention of becoming a citizen or permanent resident; or

- (3) Is a permanent resident of the Trust Territory of the Pacific Islands (Palau):
- (c) Becomes a high school graduate in the same secondary school year in which he or she submits the scholarship application;
- (d) Has applied or been accepted for enrollment as a full-time student at an institution of higher education;
- (e) Is not ineligible to receive assistance as a result of default on a Federal student loan or other obligation, as provided under 34 CFR 75.60; and
- (f) Files a Statement of Selective Service Registration Status, in accordance with the provisions of 34 CFR 668.33 of the Student Assistance General Provisions regulations, with the institution he or she plans to attend or is attending.

(Authority: 20 U.S.C. 1070d-36, 50 U.S.C. App. 462, 20 U.S.C. 1091)

§ 654.41 What are the selection criteria and procedures?

- (a) The SEA shall establish criteria and procedures for the selection of scholars, in accordance with the requirements of this part, after consultation with school administrators, school boards, teachers, counselors, and parents
- (b) The SEA shall establish the selection criteria and procedures to ensure that it selects scholars—
- (1) Who are eligible students under the criteria provided in §654.40;
- (2) Who have demonstrated outstanding academic achievement and show promise of continued achievement;
- (3) In a manner that ensures an equitable geographic distribution of awards within the State; and
 - (4) Without regard to-
- (i) Whether the secondary school each scholar attends is within or outside the scholar's State of legal residence:
- (ii) Whether the institution of higher education each scholar plans to attend is public or private or is within or outside the scholar's State of legal residence:
- (iii) Race, color, national origin, sex, religion, disability, or economic background; and